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SAM S. SEBREE
1886-1958

EDGAR SHOOK
1894-1970

DAVID R. HARDY
1917-1978

April 20, 1983

Alexander Holtzman, Esq.
Associate General Counsel
Philip Morris Incorporated
100 Park Avenue
New York, New York 10017

Re: LS, Inc. - 1983 Funding

Dear Alex:

The 1983 LS, Inc. budget is \$3,853,194. The LRD portion is \$3,160,292 of which \$780,000 has already been paid, leaving a balance for the remaining eight months of \$2,380,292 to be paid on a market share basis. The latest (January 28, 1983) Maxwell estimates of domestic cigarette sales (percentage of market) for the six companies are:

	Percent
American Brands, Inc.	8.87
Brown & Williamson Tobacco Corporation	13.33
Liggett Group, Inc.	2.87
Lorillard, A Division of Loew's Theatres, Inc.	8.71
Philip Morris Incorporated	32.76
R. J. Reynolds Tobacco Company	33.46
	100.00

Philip Morris' share of the LRD portion of the budget for the remaining eight months is \$779,783.68.

The 1983 Case Support Division budget is \$692,902 of which \$90,000 has already been paid, leaving \$602,902 due for the remaining eight months. Philip Morris' per capita share for the balance of the year is \$100,483.68.

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A compromise move
for Hight. We could
offer to pick up Liggett's
LS Inc. expenses. Estimated
@ \$225,000 / yr. and
growing & etc

S/S/83
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Sent to
acct.
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5/13/83

SHOOK, HARDY & BACON

Alexander Holtzman, Esq.

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April 20, 1983

The total amount due from Philip Morris for the balance of the year (combined budgets) is \$880,267.36. Shook, Hardy & Bacon's service agreement with LSI calls for payments every two months beginning with May 1. Therefore, I would appreciate your forwarding a check payable to Shook, Hardy & Bacon in the amount of \$220,066.84 as payment for May and June, 1983. Upon receipt, Shook, Hardy & Bacon will send LSI a similar amount. Similar requests will be sent in the middle of June, August and October.

I am informed by Fred Giller that funds for LSI (now in LRD/TLF accounts) are almost depleted and therefore, there is some need to move as expeditiously as your schedule permits.

Best personal regards.

Sincerely,



Charles R. Wall

CRW:crc

cc: Fredric S. Newman, Esq.

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